A RESOLUTION BY TRANSPORTATION COMMITTEE

A RESOLUTION AUTHORIZING THE MAYOR TO EXECUTE AN AGREEMENT WITH THE ATLANTA AIRLINES TERMINAL CORPORATION FOR REIMBURSEMENT OF MAINTENANCE AND OPERATION CHARGES FOR FISCAL YEAR 2007, ON BEHALF OF THE DEPARTMENT OF AVIATION, IN AN AMOUNT NOT TO EXCEED TWO MILLION NINE HUNDRED NINETY ONE THOUSAND DOLLARS AND NO CENTS (\$2,991,000.00); ALL CONTRACTED WORK WILL BE CHARGED TO AND PAID FROM FUND, ACCOUNT AND CENTER NUMBER 2H27 (2000 AIRPORT REVENUE BOND FUND) 574001 (FACILITIES OTHER THAN BUILDINGS) R21E013293CG (TERMINAL PLANNING AND DESIGN); AND FOR OTHER PURPOSES.

WHEREAS, the City of Atlanta ("City"), as owner and operator of the Hartsfield-Jackson Atlanta International Airport ("Airport") has entered into certain Lease Agreements, dated March 22, 1977, with various airlines serving the Airport ("Contracting Airlines"), which cover the planning, design, development, construction, maintenance, and operation of the Central Passenger Terminal Complex ("CPTC") with the City having responsibility for capital replacement items in the CPTC; and

WHEREAS, the Contracting Airlines formed Atlanta Airlines Terminal Corporation ("AATC") to manage and operate the jointly leased and common use areas of the CPTC, including mechanical plants, on behalf of the Airlines and the City collectively; and

WHEREAS, the City and AATC have determined that it is appropriate for AATC to assume responsibility for the maintenance and operations of the CPTC and for the City to reimburse AATC for a portion of the associated costs for the 2007 fiscal year in an amount not to exceed Two Million Nine Hundred Ninety One Thousand Dollars and No Cents (\$2,991,000.00).

THE CITY COUNCIL OF THE CITY OF ATLANTA, GEORGIA, HEREBY RESOLVES, that the Mayor is authorized to execute a Reimbursable Agreement with Atlanta Airlines Terminal Corporation ("AATC") for maintenance and operations costs, for fiscal year 2007, in an amount not to exceed Two Million Nine Hundred Ninety One Thousand Dollars and No Cents (\$2,991,000.00).

BE IT FURTHER RESOLVED, that all contracted work shall be charged to and paid from Fund Account and Center Number 2H27 (2000 Airport Revenue Bond Fund) 574001 (Facilities Other Than Buildings) R21E013293CG (Terminal Planning and Design).

BE IT FURTHER RESOLVED, that the City Attorney is directed to prepare an appropriate agreement for execution by the Mayor.

BE IT FINALLY RESOLVED, that this agreement will not become binding on the City and the City will incur no obligation nor liability under it until it has been executed by the Mayor, attested to by the Municipal Clerk, approved as to form by the City Attorney and delivered to AATC.



DEPT. OF PROCUREMENT

2008 HAY 25 PH 2: 44

Shirley Franklin Mayor

May 16, 2006

Benjamin R. DeCosta Aviation General Manager

TO:

Adam L. Smith, Chief Procurement Officer

Department of Procurement

FROM:

Benjamin R. DcCosta, Aviation General Manage

Department of Aviation

SUBJECT:

Request for Legislation and Purchase Order for FY2007 Atlanta Airline Terminal

Corporation (AATC) Maintenance & Operation (M&O) Costs

The Department of Aviation (DOA) is requesting the City of Atlanta, Department Of Procurement (DOP) to submit legislation requesting authorization to issue a Purchase Order to the Atlanta Airlines Terminal Corporation for maintenance and operations (M&O) costs to be incurred by the City for Fiscal Year 2007 at the Hartsfield-Jackson Atlanta International Airport for space occupied by the City, or held in reserve by the City, within the Central

In 1977, the City of Atlanta and the airlines then serving the Airport entered into an Agreement And Lease Of Premises, Central Passenger Terminal Complex, Hartsfield Atlanta International Airport (the "Agreement"). Under the Agreement, the City constructed the "Project" and leases to the Contracting Airlines certain premises and facilities in the passenger terminal facility at the Airport; which facility is referred to as the "Central Passenger Terminal Complex" or "CPTC". This Agreement terminates September 20, 2010 following a 30-year term, which commenced on the Date of Beneficial Occupancy of the Project.

As set forth in the Agreement, the Contracting Airlines are solely responsible for all costs of maintaining and operating the Terminal Building Area, including all systems and components therein. The Contracting Airlines are permitted under the Agreement to contract with a third party to provide M&O services or they may provide M&O services with their own personnel, or in any other way so long as the Leased Premises are maintained and operated in a sound and prudent manner. The Atlanta Airlines Terminal Corporation ("AATC") is specifically named in the

The City also has space within the CPTC for which it is responsible for M&O costs. Those spaces include the following named areas: Concourse E City FIS Facility; City Reserved Space; City Service Areas: Executive Conference Center, and Department of Aviation administrative offices. The Agreement provides that the City will be charged maintenance and operating costs for these spaces as if the City were a Contracting Airline. The City's share of AATC CPTC M&O is approximately seven percent. For Fiscal-Year 2007, the Department of Aviation has budgeted \$2,991,000. The authorization that we are seeking is for the full budget amount of \$2,991,000. Therefore, DOA is requesting DOP to issue a purchase order to AATC for M&O charges for FY2007 in an amount not to

If additional information is required to process this request, please contact DOA Contracts Area at 404-209-3170,

XC:

G. Geeter

C. Fister

M. Eady

L. Manigault

File



City of Atlanta • Department of Aviation P.O. Box 20509 • Atlanta, GA USA 30320-2509 • Tel: (404) 530-6600 • Fax: (404) 530-6803 Web Site: www.atlanta-airport.com

TRANSMITTAL FORM FOR LEGISLATION

TO: MAYOR'S OFFICE	ATTN: GREG PRIDGEON
Legislative Counsel (Signature):_Megan S. Middleton_	Middleton
Contact Number:6207	
Originating Department: _Aviation	
Committee(s) of Purview:Transportation	
Council Deadline:_September 25, 2006	
Committee Meeting Date(s): Oct. 11, 2006_ Full Council Date: October 16, 2006 Commissioner Signature	
CAPTION	
A RESOLUTION AUTHORIZING THE MAYOR TO EXECUTE AN AGREEMENT WITH THE ATLANTA AIRLINES TERMINAL CORPORATION FOR REIMBURSEMENT OF MAINTENANCE AND OPERATION CHARGES FOR FISCAL YEAR 2007, ON BEHALF OF THE DEPARTMENT OF AVIATION, IN AN AMOUNT NOT TO EXCEED TWO MILLION NINE HUNDRED NINETY ONE THOUSAND DOLLARS AND NO CENTS (\$2,991,000.00); ALL CONTRACTED WORK WILL BE CHARGED TO AND PAID FROM FUND, ACCOUNT AND CENTER NUMBER 2H27 (2000 AIRPORT REVENUE BOND FUND) 574001 (FACILITIES OTHER THAN BUILDINGS) R21E013293CG (TERMINAL PLANNING AND DESIGN); AND FOR OTHER PURPOSES.	
FINANCIAL IMPACT (if any) \$2,991,000.00	
Mayor's Staff Only	
Received by Mayor's Office: 9/38/66 Review (date) Submitted to Council: (date)	wed by:

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